

OTHER NON-PENSION FUNDS

INVESTMENT PERFORMANCE REPORT AS OF SEPTEMBER 30, 2007

	September-07								August-07								July-07								Current FYTD		Prior Year FY07		3 Years Ended 6/30/2007		5 Years Ended 6/30/2007	
	Allocation				Quarter		Month		Allocation				Quarter		Month		Allocation				Quarter		Month		Returns Gross		Returns Net		Returns Gross		Returns Net	
	Market Value	Actual	Policy	Gross	Net	Gross	Net	Market Value	Actual	Policy	Gross	Net	Market Value	Actual	Policy	Gross	Net	Market Value	Actual	Policy	Gross	Net	Gross	Net	Gross	Net	Gross	Net	Gross	Net		
PERS RETIREE HEALTH CREDIT FUND																																
<i>Large Cap Domestic Equity</i>																																
State Street Enhanced Equity Plus (1) S&P 500	15,056,053	35.1%	35.0%	-0.59%	-0.64%	2.67%	2.65%	2.03%	2.03%	3.74%	3.74%	14,584,461	34.8%	35.0%	0.88%	0.86%	14,937,387	34.6%	35.0%	-4.02%	-4.04%	-0.59%	-0.64%	22.89%	22.64%	12.17%	10.91%	11.68%	10.71%			
<i>Small Cap Domestic Equity</i>																																
State Street Small Cap Index Plus (2) Russell Special Small Cap Index	6,382,238	14.9%	15.0%	-7.32%	-7.37%	0.86%	0.84%	-0.39%	-0.39%	3.27%	3.27%	6,055,395	14.4%	15.0%	0.40%	0.38%	6,162,965	14.3%	15.0%	-8.48%	-8.50%	-7.32%	-7.37%	17.03%	16.79%	14.67%	14.78%	20.39%	20.39%			
TOTAL DOMESTIC EQUITY	21,438,291	50.0%	50.0%	-2.62%	-2.67%	2.14%	2.12%	1.55%	1.55%	3.65%	3.65%	20,639,856	49.2%	50.0%	0.74%	0.72%	21,100,352	48.8%	50.0%	-5.35%	-5.37%	-2.62%	-2.67%	21.12%	20.87%	12.96%	12.09%	20.07%	20.07%	12.44%	11.25%	
<i>International Equity</i>																																
State Street International Alpha (3) MSCI EAFE	6,523,996	15.2%	15.0%	1.52%	1.47%	5.17%	5.15%	2.18%	2.18%	5.35%	5.35%	6,173,126	14.7%	15.0%	-2.24%	-2.26%	6,523,402	15.1%	15.0%	-1.26%	-1.28%	1.52%	1.47%	27.98%	27.72%	22.34%	17.70%	22.28%	17.75%			
<i>Domestic Fixed Income</i>																																
State Street Bond Market Common Trust Lehman Aggregate	14,916,746	34.8%	35.0%	-10.61%	-10.66%	0.75%	0.73%	2.84%	2.84%	0.76%	0.76%	15,119,043	36.0%	35.0%	-7.82%	-7.84%	15,511,272	35.9%	35.0%	-3.75%	-3.77%	-10.61%	-10.66%	5.43%	5.22%	3.66%	4.24%	2.84%	2.84%	6.12%	6.12%	
<i>Cash</i>																																
Northern Trust STIF 90 Day T-Bills	24,968	0.1%	0.0%	1.34%	1.34%	0.38%	0.38%	1.34%	1.34%	0.38%	0.38%	25,007	0.1%	0.0%	0.56%	0.56%	62,445	0.1%	0.0%	0.39%	0.39%	1.34%	1.34%	5.21%	5.21%	3.78%	2.76%	5.21%	5.21%	3.78%	2.76%	
TOTAL PERS RETIREE HEALTH POLICY TARGET BENCHMARK	42,904,001	100.0%	100.0%	-4.91%	-4.96%	2.08%	2.06%	2.01%	2.01%	2.87%	2.87%	41,957,032	100.0%	100.0%	-2.79%	-2.81%	43,197,471	100.0%	100.0%	-4.17%	-4.19%	-4.91%	-4.96%	16.89%	16.65%	11.22%	10.39%	16.31%	16.31%	11.20%	10.49%	
PERS GROUP INSURANCE																																
<i>Cash Equivalents</i>																																
Bank of ND 90 Day T-Bill	4,176,314	100.0%	100.0%	1.24%	1.24%	0.37%	0.37%	1.34%	1.34%	0.38%	0.38%	4,147,843	100.0%	100.0%	0.43%	0.43%	4,101,568	100.0%	100.0%	0.44%	0.44%	1.24%	1.24%	5.36%	5.36%	4.10%	3.00%	5.21%	5.21%	3.78%	2.76%	
VETERANS CEMETARY TRUST FUND																																
<i>Cash Equivalents</i>																																
Bank of ND 90 Day T-Bill	212	100.0%	100.0%	1.24%	1.24%	0.37%	0.37%	1.34%	1.34%	0.38%	0.38%	124,385	100.0%	100.0%	0.43%	0.43%	123,855	100.0%	100.0%	0.44%	0.44%	1.24%	1.24%	5.36%	5.36%	4.10%	3.00%	5.21%	5.21%	3.78%	2.76%	

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) Prior to August 31, 2006, invested in S&P 500 Index Fund.

(2) Prior to August 31, 2006, invested in Russell Small Cap Completeness Fund.

(3) Prior to August 31, 2006, invested in EAFE Index Fund.